

From: John Blake
To: Wayne Hedberg
Date: 8/18/2005 10:46:21 AM
Subject: Centennial Mine Expansion

Wayne,

SITLA leased the Mathis Fee ground to Andalex as a top lease #ML 49378, because there is a cloud on Mathis' title to the property. It has been agreed among the parties that royalties will go into an escrow account until the title problem is settled. This should not hinder any permitting or mining of the property. Please go ahead and issue the DOGM mine permit to include the Mathis Fee ground. Thanks.